

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SANDY HOOK WATER)
DISTRICT FOR A RATE ADJUSTMENT PURSUANT) CASE NO. 99-358
TO THE ALTERNATIVE RATE FILING PROCEDURE)
FOR SMALL UTILITIES)

ORDER

On August 25, 1999, Sandy Hook Water District (Sandy Hook) applied for Commission approval of proposed water service rates that would generate additional annual revenues of \$22,610, an increase of 10 percent above normalized operating revenues.

On October 25, 1999, the Commission published a report of Commission Staff s findings and recommendations regarding Sandy Hook s proposed rate adjustment. In its report, Commission Staff recommended approval of Sandy Hook s proposed rate increase. On that same day, the Commission directed Sandy Hook to file any written comments regarding the Staff Report or any request for a hearing or informal conference within 10 days. As of the date of this Order, the Commission has not received any comments or request from Sandy Hook.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and should be adopted as the findings of the Commission.

2. The rates in Appendix A will produce annual revenue from water sales of \$248,710.

IT IS THEREFORE ORDERED that:

1. The findings contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.

2. The rates in Appendix A are approved for service rendered by Sandy Hook on and after the date of this Order.

3. Within 30 days of the date of this Order, Sandy Hook shall file with the Commission its revised tariff setting out the rates approved herein.

4. Three years from the date of this Order Sandy Hook shall file an income statement, along with any pro forma adjustments, in sufficient detail to demonstrate that the rates approved herein are sufficient to meet its operating expenses and annual debt service requirements.

Done at Frankfort, Kentucky, this 10th day of December, 1999.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 99-358 DATED DECEMBER 10, 1999

The following rates and charges are prescribed for the customers in the area served by Sandy Hook Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5 / 8 x 3 / 4 Meter

First	2,000 gallons	\$14.64 Minimum Bill
Next	8,000 gallons	4.90 per 1,000 gallons
Next	40,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

3 / 4 Meter

First	2,000 gallons	\$14.64 Minimum Bill
Next	8,000 gallons	4.90 per 1,000 gallons
Next	40,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

1 Meter

First	5,000 gallons	\$29.34 Minimum Bill
Next	5,000 gallons	4.90 per 1,000 gallons
Next	40,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

1 1 / 2 Meter

First	10,000 gallons	\$53.84 Minimum Bill
Next	40,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

2 Meter

First	20,000 gallons	\$96.94 Minimum Bill
Next	30,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

3 Meter

First	30,000 gallons	140.04 Minimum Bill
Next	20,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons